

Smarter Analytics Live 2013

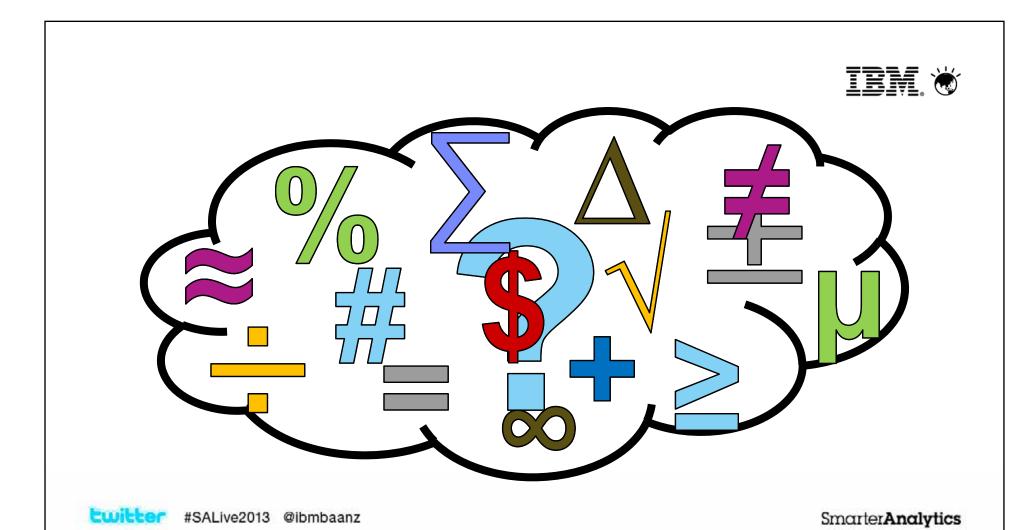
Turning information and insight into actionable business outcomes.

Analytics in the Cloud

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August 2013

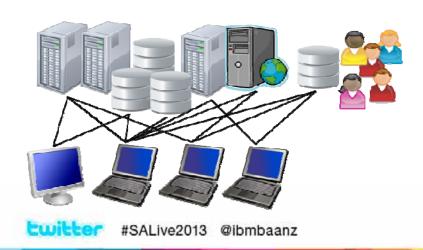
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What is the Cloud?

- Also known as Cloud Computing
- It is an approach, not a technology
- Provides computing resources via the internet
- Incorporates Software as a Service (SaaS)









Challenges with Adopting Technology



Cost

- Software licenses
- Servers and hosting
- Maintenance
- Services



Dependence on IT

- Budgeting/approval
- Resourcing
- Integration with IT/data infrastructure

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Challenges with Adopting Technology





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Challenges with Adopting Analytics





ng/approval

IT/data infrastructure



Need for Analytical Expertise

- Hiring
- **Training**



Time to value

- Need all these in place before starting work
- Complete analysis and deploy results

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Challenges with Adopting Analytics





IT/data infrastructure



Minimizes time to value Je in place Complete analysis and

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Smarter Analytics Live 2013

Turning information and insight into actionable business outcomes.

Analytic Answers

A portfolio of subscription-based, cloud-hosted solutions that deliver actionable predictive/prescriptive information directly to the line of business

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Our Clients Realise Huge Value from Predictive Analytics



- ROI: 629%
- Pavback: 2 months
- Average annual benefit: \$6,559,000



- Saved an estimated \$1 million annually in staffing costs
- Gained \$600,000 in revenue per year from a combination of member retention and new member acquisition.
- 30%+ lift rate on direct mail campaigns.



Nucleus found that for every dollar a company spends on analytics, it gets back \$10.66.



- 60% improvement in revenue retention rates
- Realizing millions of dollars in annualized revenue protection



- Crime rate reduction of 35%
- Annual ROI: 1301%
- Annual benefit \$1.3 million
- Payback in 1.5 months



powering your dreams-

- 600% ROI through more efficiently allocated marketing resources
- 3.1% increase in marketing response rate
- 20% reduction in mailing costs and 17% reduction in printing costs

Smarter**Analytics**

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IBM Analytic Answers - Available Today

Prioritized Collections



Increase successful receivables collections rate ...

Which of my overdue debtors are likely to pay? How much can I recover from them, and which treatment will be most effective for each?

Donor Contribution Growth



Maximise donor generosity ...

What is the likelihood that my current donors or constituents will pledge a donation, how much are they likely to contribute, and what is the best approach to maximize their generosity?

Student Retention



Sustain student enrollment levels ...

Which of our students are at risk of disengaging? How should we intervene to get them back on track and avoid the possibility of their dropping out?

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IBM Analytic Answers - Available Today

Insurance Renewals



Retain policyholders ...

Which of my insurance policy holders are unlikely to renew next month? How could I persuade each one to stay loyal?

Purchase Analysis & Offer Targeting



Increase customer spend ...

Which products do my customers tend to buy together? Can I leverage that knowledge to create combination offers and promotions that increase basket size and revenue per customer visit?

Telco Churn



Increase customer retention ...

Which of my customers are likely to defect to another carrier in the coming months? What is the right program or incentive I could extend that would keep them loyal?

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IBM Analytic Answers Involves Three Simple Steps



Subscriber



Build & customize Analytic Answers predictive models

Upload data to UI for scoring

Score data against models (automated)

Download scores and apply insights to your



Provide and maintain hosting environment



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Social Media Analytics

Go beyond social media "listening" by transforming massive volumes of social media data into business insights

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571 new websites are created every minute of the day

VOLUME OF BUSINESS DATA WORLDWIDE DOUBLES EVERY 1.2 YEARS

EVERY DAY, WE CREATE 2.5 QUINTILLION BYTES OF DATA Brands and organisations on Facebook receive 34,722 Likes EVERY MINUTE

Twitter sees 12 Terabytes of Tweets EVERY DAY Data
production will
be 44 times
greater in 2020
than it was in
2009

BY 2020, BUSINESS TRANSACTIONS ON THE INTERNET - B2B AND B2C WILL REACH 450 BILLION PER DAY



IBM Social Media Analytics

- Analyse social media channels "on the fly" (eg blogs, discussions forums, Twitter, Facebook, Linkedin...)
- Determine affinity to multiple analytic dimensions
- Provide related topics above and beyond your search
- Seamlessly integrated with Cognos BI

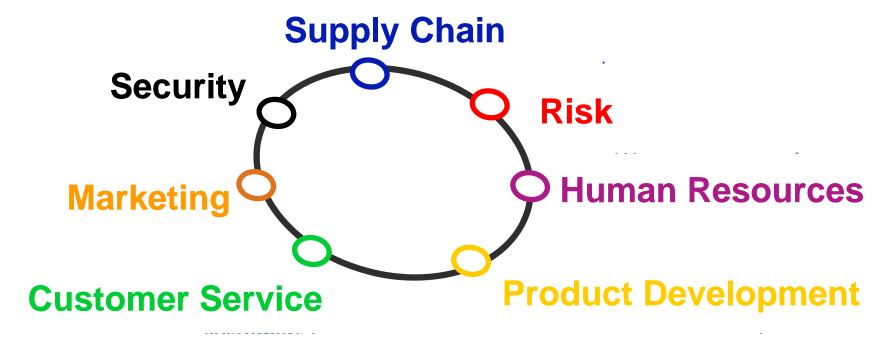


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Social Media Analytics Targets Business Issues





Social Media Analytics is NOT Just About Listening... ISM.

Social Media Impact

ARE WE MAKING THE RIGHT INVESTIMENTS IN PRODUCTS/SERVICES, MARKETS, CAMPAIGNS EMPLOYEES, **PARTNERS?**

- Share of Voice
- Reach
- Sentiment

Assess

Social Media Segmentation

ARE WE REACHING THE INTENDED **AUDIENCES - AND ARE WE** LISTENING?

- Geographics, Demographics
- Influencers, Recommenders, **Detractors**
- Users, Prospective Users

Social Media Discovery

WHAT NEW IDEAS CAN WE **DISCOVER?**

- **Topics**
- **Participants**
- Sentiment

Discover Relate

Segment

Social Media Relationships

WHAT IS DRIVING SOCIAL MEDIA **ACTIVITY, BEHAVIOR AND** SENTIMENT?

- Affinity
- Association
- Cause

Assess Firefox * Project: ProjectC usadmin Log On | D | 1 - B - Launch - V - IBM IBM SPSS Social Media Analytics - Reporting Social Media Impact 0 SHARE OF VOICE OVERVIEW SHARE OF VOICE TREND Change in Types & Concepts Snippet Volume over Time Analyze snippet volume across Types & Concepts Share of Voice 22,474 Consumer Transactions 1,000 - Consum Hotwords Customer Service - Custome 1,000 Dealerships 14,837 - Dealersh Elites - Elites Reach 1.000 Impact - Impact 7,036 Kalenship 1,162 594 · Leaderst 1,000 Sentiment Positioning - Positioni 3,753 Product - Product 7,000 M Segmentation 346 Responsibility - Respons Stockholders 1,000 · Stockhol Demographics 10,293 29 Aug-05 Aug-12 Aug-19 Aug-26 Sep-02 Sep-09 Sep-16 Sep Behavior 2012 34,998 Year, Week Number of Snippets Top Influencers Influence Categories N Q Discovery 0 SHARE OF VOICE BY GEOGRAPHY SHARE OF VOICE RELATIVE SENTIMENT **Evolving Topics** Compare sentiment distribution within Types & Concepts Analyze geographic breakdown within Types & Concepts Positive Consum Consumer Transactions IT | ■ Negative Custom+ Customer Service ES Neutral ■ Elites Dealerships m Ambivalent AU III Leaders! Elites NO I Positioni Impact Product IN ... Leadership ■ Stockhol Respons Positioning GB ■ Impact Product Dealersh RO BE Responsibility

Segment Firefox * ○ IBM SPSS Social Media Analytics - Repor... + IBM SPSS Social Media Analytics - Reporting Project: ProjectC usadmin Log On D 🔐 🔒 - Launch - 🔞 - IBM. Social Media Impact 0 GENDER OVERVIEW SHARE OF VOICE BY GENDER Share of Voice Compare number of authors by gender Compare author distribution by gender within types and concepts 1.090 Female 1,090 Hotwords Stockholders Male 3,183 Responsibility ■ Unknown 10,004 Reach Product 3,183 Positioning Sentiment Leadership M Segmentation Demographics Dealerships Customer Service 10.004 Behavior Consumer Transactions 40 50 60 10% 201 70 80 Top Influencers Number of Authors Percentage of Authors Select Demographic Attribute | Gender Select Demographic Attribute Gender Influence Categories Married 9 Discovery Has Children 0 **Evolving Topics** GENDER RELATIVE SENTIMENT **GENDER BY GEOGRAPHY** Compare sentiment distribution across authors by gender Compare author distribution by gender across geographies Female Male Male **■** Unknown neutral

Segment Firefox * ○ IBM SPSS Social Media Analytics - Repor... + Project: ProjectC usadmin Log On * 10 | 10 - 8 - Launch * 9 - IBM. IBM SPSS Social Media Analytics - Reporting Social Media Impact 0 AUTHOR BEHAVIOR OVERVIEW SHARE OF VOICE BY AUTHOR BEHAVIOR Share of Voice Compare number of authors in each behavior category Understand how author behavior categories contribute content to selected Types & Concepts Hotwords Stockholders User Responsibility 100 Reach Product B Positioning Recommender Sentiment Leadership Impact M Segmentation Prospective User Demographics Dealerships Customer Service Detractor Behavior Consumer Transactions 500 1,500 2.000 2,500 1,000 10 20 30 40 50 60 70 80 90 100 Top Influencers Number of Authors Percentage of Authors Influence Categories 0 Q Discovery HOTWORDS BY AUTHOR BEHAVIOR **AUTHOR BEHAVIOR RELATIVE SENTIMENT** Compare author sentiment in each author behavior category Understand which Hotwords are mentioned by each author behavior Evolving Popics Red Car Creen Car User Blue Car no hotword Recommender Recommender Prospective User Prospective User Detractor Detractor

Discover P (2) **EVOLVING TOPICS BY HOTWORDS** Analyze hotwords within evolving topics LOANS account, credit, card, correspondents, cents no hotword home, loans, mortgage, home, equity advertising, immense, site, free, document cents, fees, rothacker, quarter, earlier fargo, wells, usa, advanced, loans dimon, bonus, jpmorgan, income, whale software, driver, advertising, cheapest, bus sandridge, ward, kaiser, mcclendon, chesapeake email, fool, bac, motley, address foreclosure, settlement, foreclosures, settlen **EVOLVING TOPICS TREND** Analyze topics weight over time 1,000 800 **EVOLVING TOPICS REAC** Compare evolving topics weights by sourc 600 400 videos reviews 200 04 05 06 07 08 09 10 03 11 12 13 16 microblogs Dec-30 Jan-06 Jan-13 Jan-2 2013 boards Time scale: Day

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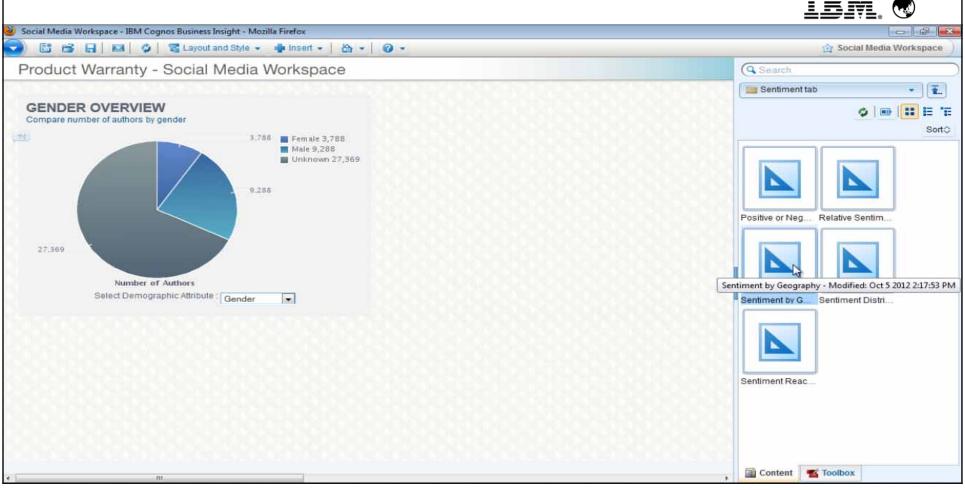
TAG

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VOICE QUALITY

Transferring data from torought 1.5, angluence. Emilion.







Social Analytics Maturity Model



Time



Social Analytics: Finding opportunity in chaos The Social Analytics Maturity Model

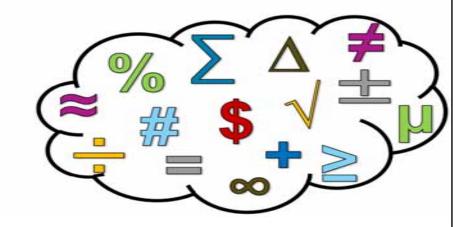
Analytics in the Cloud

Analytic Answers

- Benefit of Predictive Analytics
- Applications focused on
 - Insurance Renewals
 - Purchase Analysis & Offer Targeting
 - Student Retention
 - Prioritized Collections
 - Donor Contribution Growth
 - Telco Churn

Social Media Analytics

- Capitalise on the increase in Social Media
- Provides the ability to
 - Assess the impact in social media
 - Segment social audiences
 - Discover new ideas
 - Understand relationships and drivers



Data Collection

- Capture information in a timely fashion :
 - In the appropriate mode web, phone, in person
 - In the appropriate language
 - Author once, deploy to many
 - Instant access to data

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Become part of the dialogue.

Join us on: #SALive2013 @ibmbaanz

Tweet your questions for the panel discussion this afternoon.